COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF BRONSTON WATER) CASE NO. 2012-00261
ASSOCIATION)

ORDER

On June 20, 2012, Bronston Water Association ("Bronston Water") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

- Bronston Water purchases water from Monticello Utility Commission ("Monticello").
- 2. On June 15, 2012, Monticello increased its wholesale water rate to Bronston Water from \$2.40 per 1,000 gallons to \$2.60 per 1,000 gallons.
- 3. On June 15, 2012, Bronston Water increased its rates commensurate with those of Monticello.
- 4. During the 12 months ending March 31, 2012, Bronston Water purchased 85,976,100 gallons of water, and sold 68,666,310 gallons of water. The increase in the cost of purchased water is \$17,195.22, resulting in a purchased water adjustment of \$0.25 per 1,000 gallons.

¹ KRS 278.012; 807 KAR 5:068.

- 5. The purchased water adjustment of \$0.25 per 1,000 gallons is fair, just, and reasonable and should be approved.
- 6. Bronston Water's proposed rates are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

- 1. Bronston Water's proposed rates are approved.
- 2. The purchased water adjustment of \$0.25 per 1,000 gallons, as calculated in Appendix A, is approved.
- 3. The rates in Appendix B are approved for service rendered on or after June 15, 2012.
 - 4. The tariff sheets filed by Bronston Water are approved as filed.

By the Commission

ENTERED A

JUL 1 8 2012

ENTUCKY PUBLIC

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2012-00261 DATED JUL 18 2012

	New Rate	Base Rate	
Bronston Water Purchases in gallons Volumetric rate	85,976,100 \$ 2.60/1,000 \$223,537.86	85,976,100 <u>\$ 2.40/1,000</u> \$206,342.64 Increased water cost	\$17,195.22
Increased water cost Divided by gallons sold Purchased water adjustment factor		\$ 17,195.22 68,666,310 \$0.25 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2012-00261 DATED JUL 18 ZUIZ

The following rates and charges are prescribed for the customers in the area served by Bronston Water Association. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

5/8" X 3/4" Meter					
1,500	Gallons		\$		16.04 Minimum Bill
1,500	Gallons				6.75 Per 1,000 Gallons
1" Meter					
5,000	Gallons		\$		38.97 Minimum Bill
5,000	Gallons				6.75 Per 1,000 Gallons
er					
20,000	Gallons		\$	•	110.95 Minimum Bill
20,000	Gallons				6.75 Per 1,000 Gallons
<u>er</u>					
50,000	Gallons		\$	2	263.35 Minimum Bill
50,000	Gallons				6.75 Per 1,000 Gallons
nts			\$		4.17 Per Hydrant/Month
Leak Adjustment Rate		\$		4.15 Per 1,000 Gallons	
	1,500 1,500 er 5,000 5,000 er 20,000 er 50,000 onts	1,500 Gallons 1,500 Gallons er 5,000 Gallons 5,000 Gallons er 20,000 Gallons 20,000 Gallons er 50,000 Gallons onts	1,500 Gallons 1,500 Gallons er 5,000 Gallons 5,000 Gallons er 20,000 Gallons 20,000 Gallons er 50,000 Gallons 50,000 Gallons nts	1,500 Gallons 1,500 Gallons er 5,000 Gallons 5,000 Gallons er 20,000 Gallons 20,000 Gallons er 50,000 Gallons standard from the standa	1,500 Gallons \$ 1,500 Gallons \$ er

Charles Cassada Chairman Bronston Water Association, Inc. P. O. Box 243 Bronston, KY 42518